ELLIS: LAWHORNE

John J. Pringle, Jr Direct dial: 803/343-1270 ipringle@ellislawhorne.com

August 26, 2005



VIA ELECTRONIC AND FIRST-CLASS MAIL SERVICE

The Honorable Charles L.A. Terreni Chief Clerk South Carolina Public Service Commission Saluda Building, 101 Executive Center Drive, Suite 100 Columbia, South Carolina 29210

> Petition to Establish Generic Docket to Consider Amendments RE: To Interconnection Agreements Resulting from Changes of Law Docket No. 2004-316-C, Our File No. 803-10271

Dear Mr. Terreni:

Enclosed are the original and ten (10) copies of the Petition for Rehearing and or Reconsideration of Order No. 2005-247-C for filing on behalf of NuVox Communications, Inc., Xspedius Management Co. of Charleston, LLC, Xspedius Management Co. of Columbia, LLC, Xspedius Management Co. of Greenville, LLC, and Xspedius Management Co. of Spartanburg, LLC (collectively "Joint Petitioners"), in the above-referenced docket.

By copy of this letter, I am serving all parties of record and enclosed my certificate of service to that effect.

Should you have any questions concerning this matter, please contact me.

With kind regards, I am

Very truly yours,

John J. Pringle, Jr.

JJP/cr

cc:

Office of Regulatory Staff all parties of record

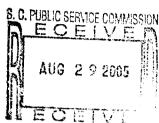
Enclosures

Peter E. D. Landerson Lade, 8/26

THE PUBLIC SERVICE COMMISSION OF

SOUTH CAROLINA

DOCKET NO. 2004-316-C



IN RE:

) Petition of BellSouth Telecommunications, Inc. to Establish a Generic Docket to Consider Amendments to Interconnection Agreements Resulting from Changes of Law

CERTIFICATE OF SERVICE

This is to certify that I have caused to be served this day, one (1) copy of the Petition for Rehearing and or Reconsideration of Order No. 2005-247-C by placing a copy of same in the care and custody of the United States Postal Service (unless otherwise specified), with proper first-class postage affixed hereto and addressed as follows:

)

Patrick Turner, Esquire BellSouth Telecommunications, Inc. PO Box 752 Columbia SC 29202-0752

F. David Butler, Esquire Staff Attorney South Carolina Public Service Commission PO Drawer 11649 Columbia SC 29211

E. Earl Edenfield, Jr. BellSouth Telecommunications, Inc. Legal Department - Suite 4300 675 W. Peachtree Street, NE Atlanta GA 30375

Bonnie D. Shealy, Esquire Robinson, McFadden & Moore, PC PO Box 944 Columbia SC 29202

Robert E. Tyson, Jr., Esquire Sowell Gray Stepp & Laffitte, LLC PO Box 11449 Columbia SC 29211

> Florence Belser, Esquire Office of Regulatory Staff Legal Department PO Box 11263 Columbia SC 29211

Mr. Stan Bugner
Verizon South, Inc.
1301 Gervais St., Suite 825
Columbia SC 29201

Darra Cothran, Esquire **Woodward, Cothran & Herndon** PO Box 12399 Columbia SC 29211

> Scott Elliott, Esquire Elliott & Elliott, PA 721 Olive Street Columbia SC 29205

> > Carol Roof

August 26, 2005 Columbia, South Carolina

THE PUBLIC SERVICE COMMISSION OF

SOUTH CAROLINA

DOCKET NO. 2004-316-C



IN RE:

Petition of BellSouth
Telecommunications, Inc. to Establish a
Generic Docket to
Consider Amendments to
Interconnection
Agreements Resulting from Changes of
Law

PETITION FOR REHEARING OR
RECONSIDERATION OF ORDER NO.
2005-247

NuVox Communications, Inc., Xspedius Management Co. of Charleston, LLC, Xspedius Management Co. of Columbia, LLC, Xspedius Management Co. of Greenville, LLC, and Xspedius Management Co. of Spartanburg, LLC (collectively "Joint Petitioners"), through their undersigned counsel, respectfully submit this petition seeking reconsideration or rehearing of Order No. 2005-247, pursuant to S.C. Code Ann § 58-9-1200 and S.C. Regs. 103-836(4). In support of this petition, Joint Petitioners would show the following:

- On August 1, 2005, the Public Service Commission of South Carolina ("Commission") issued Order No. 2005-247. Counsel for Joint Petitioners was served with Order No. 2005-247 by certified mail on August 16, 2005.¹
- The Joint Petitioners are all certificated Competitive Local Exchange Providers
 ("CLEC") of local exchange and exchange access services in South Carolina and are

¹ The circumstances surrounding service of the Order on the Joint Petitioners are explained in the Affidavit of John

- parties to executed interconnection agreements with BellSouth which have been approved by this Commission.
- 2. The Joint Petitioners have participated in this docket by filing certain pleadings and participating in oral arguments.
- 3. The Joint Petitioners submit that their substantial rights have been prejudiced because the findings, inferences, conclusions, and orders are in error of law, violate constitutional and statutory provisions, and are arbitrary and capricious or characterized by an abuse of discrection.
- 4. Paragraph 233 of the Triennial Review Remand Order ("TRRO") issued by the Federal Communications Commission ("FCC"), FCC 04-290, clearly requires BellSouth to follow a contractual change-of-law process before it can cease providing unbundled network elements ("UNEs") to the Joint Petitioners. Until that change-of-law process is complete, the parties are obligated to comply with the rates, terms and conditions of their interconnection agreements.
- 5. The Commission's ruling in Order No. 2005-247 with respect to these "new adds" is unreasonable and unlawful, because it ignores the FCC's ruling in Paragraph 233 of the TRRO. Specifically, the Commission held incorrectly that:

Although we recognize that our conclusion with regard to new customers and new UNEs may be contrary to certain interconnection agreements, we believe that the FCC has the authority to make its order effective immediately regardless of the contents of particular interconnection agreements.

Order No. 2005-247, p. 5. The Commission's Order violates the contractual obligations

J. Pringle, Jr. attached hereto as Exhibit One.

- taken by BellSouth and approved by the Commission in BellSouth's interconnection agreements.
- 6. The Commission's Order was erroneous as a matter of law because it amends existing interconnection agreements in a manner other than that agreed to by the parties and required by federal law.
- 7. The Commission's Order is further unlawful in its finding that the Abeyance Agreement entered into by BellSouth and the Joint Petitioners did not apply to prevent provisions of the *TRRO* from trumping provisions of the parties' existing interconnection agreeements.
- that changes of law can be incorporated into existing interconnection agreements without negotiation or arbitration and in the face of a mutual agreement to the contrary. In the Abeyance Agreement, BellSouth and the Joint Petitioners agreed that changes of law resulting from *United States Telecom Ass'n v. FCC*, 359 F.3d 554 (D.C. Cir. 2004) (*USTA II*) cert. denied, 125 S.Ct. 313, 316, 345 (2004). ("*USTA II*") and its progeny (which includes the *TRRO* that was issued in response to *USTA II*") would be negotiated or arbitrated in the context of their new replacement interconnection agreements currently being arbitrated by the Commission in Docket No. 2005-57-C.
- 9. Accordingly, the Commission's ruling on the Abeyance Agreement ignores the fact that Joint Petitioners and BellSouth voluntarily negotiated an agreement that changes of law resulting from *USTA II* and its progeny would be incorporated into the new arbitrated interconnection agreements and that the parties would continue to operate under their existing interconnection agreements which do not incorporate such changes of law. As

such, Order No. 2005-247 contravenes federal and state law.

WHEREFORE, the Joint Petitioners respectfully request that the Commission issue an Order:

- 1. Reconsider and rehear its decision in Order No. 2005-247;
- Order BellSouth to continue accepting and processing Joint Petitioner orders for all UNEs under the rates, terms, and conditions of their approved interconnection agreements;
- 3. Order BellSouth to honor its Abeyance Agreement; and
- 4. Grant such other further relief as is just and proper.

ELLIS, LAWHORNE & SIMS, P.A.

John J. Pringle, Jr., Esquire 1501 Main Street, 5th Floor

P.O. Box 2285

Columbia, South Carolina 29202

Telephone: (803) 779-0066 Facsimile: (803) 799-8479

Attorneys for the Joint Petitioners

Columbia, South Carolina August 26, 2005

Exhibit 1

THE PUBLIC SERVICE COMMISSION OF

SOUTH CAROLINA

DOCKET NO. 2004-316-C

IN RE:)
Petition of BellSouth Telecommunications, Inc. to Establish a Generic Docket to Consider Amendments to Interconnection Agreements Resulting from Changes of Law)) AFFIDAVIT OF JOHN J. PRINGLE, JR.)))

The Affiant, after having first being duly sworn, deposes and states as follows:

- 1. My name is John J. "Jack" Pringle, Jr. I am a shareholder with the firm of Ellis, Lawhorne and Sims, P.A. I serve as counsel for the "Joint Petitioners" in this Docket.
- 2. I am informed and believe that the Commission issued its Order No. 2005-247 (the "Order") on or about August 1, 2005. I became aware of the Order's issuance by means of the Commission's Docket Management System ("DMS").
- 3. I awaited service of the Order via certified mail, as is the Commission's practice pursuant to S.C. Code § 58-9-1160.
- 4. After several days, when I had not been served with a copy of the Order, I became concerned that there may have been some problem with the service of the Order.
- Accordingly, this office had several communications with the
 Commission's Docketing Staff regarding service of the Order.

- Following these communications, on August 12, 2005, the Docketing 6. Department sent the Joint Petitioners, via certified mail, a copy of the Order. I received the Order on August 16, 2005.
- 7. At that time, consistent with S.C. Code § 58-9-1200, I calendared August 26, 2005 as the deadline to file a Petition for Rehearing or Reconsideration of the Order.
- On August 25, 2005, I discovered that the Order had been received in the 8. offices of Ellis, Lawhorne & Sims, P.A., on August 3, 2005, and had been misplaced.
- 9. The first time I saw a copy of the Order served on my clients by the Commission was August 16, 2005.
- The contact my office and I had with the Docketing Department took 10. place between August 3rd and August 12th. Further, as demonstrated by the postmark on the Order (attached hereto as Exhibit A), the Docketing Department sent the Order on August 12th.
- I have discussed the matters set out herein with counsel for BellSouth 11. Telecommunications, Inc. ("BellSouth"), the Office of Regulatory Staff ("ORS"), and ITC^DeltaCom Communications, Inc. ("ITC^DeltaCom").

AND FURTHER THE AFFIANT SAYETH NOT.

Sworn and subscribed before the

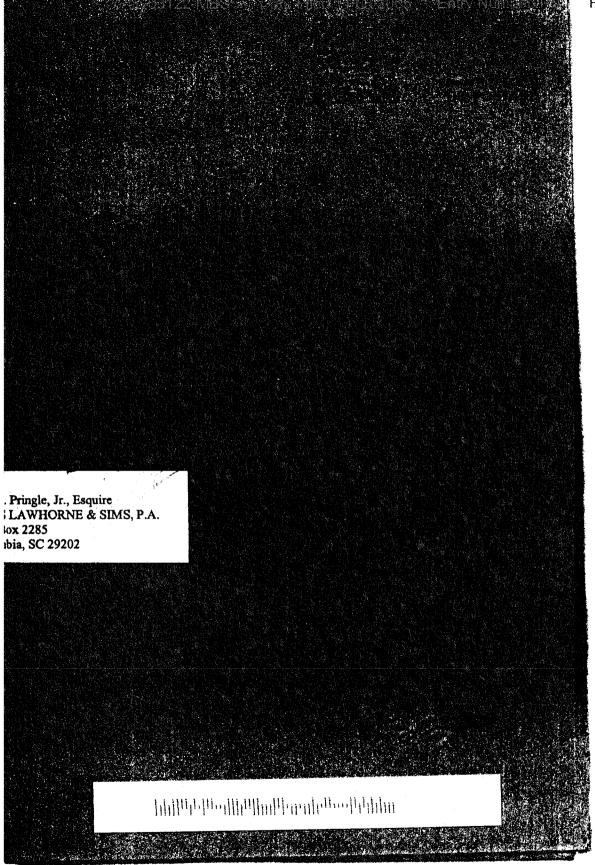
Notary Public for South Carolina

My Commission Expires: 5

August 26, 2005

Exhibit A

Date Filed 11/03/2005



RECEIVED

THE PUBLIC SERVICE COMMISSION OF

AUG 1 6 2005

SOUTH CAROLINA

ELLIS LAWHORNE & SIMS, P.A.

DOCKET NO. 2004-316-C - ORDER NO. 2005-247

AUGUST 1, 2005

IN RE:	Petition of BellSouth Telecommunications,)	ORDER ADDRESSING
	Inc. to Establish a Generic Docket to)	PETITION FOR
	Consider Amendments to Interconnection)	EMERGENCY RELIEF
	Agreements Resulting from Changes of Law.	ì	

This matter comes before the Public Service Commission of South Carolina (the Commission) on a Petition for Emergency Relief submitted by Nuvox Communications, Inc., Xspedius Management Co. of Charleston, LLC, Xspedius Management Co. of Columbia, LLC, Xspedius Management Co. of Greenville, LLC, Xspedius Management Co. of Spartanburg, LLC, KMC Telecom III, LLC, and KMC Telecom V, Inc. (collectively, the CLEC Petitioners) on March 2, 2005, and a related letter from ITC^DeltaCom Communications, Inc. submitted to the Commission on February 23, 2005. This Order also disposes of the Emergency Petition filed by Amerimex Communications Corp. filed on March 4, 2005, and the similar letter filed by Navigator Telecommunications, LLC submitted on March 3, 2005. Amerimex subsequently withdrew its Emergency Petition.

The CLEC Petitioners request that this Commission grant the following relief: (1) declare that the transitional provisions of the Triennial Review Remand Order (TRRO) issued by the Federal Communications Commission (FCC) on February 4, 2005, are not self-effectuating, but rather are effective at such time as the parties' existing

EXHIBIT EIGHT

THE PUBLIC SERVICE COMMISSION OF SOUTH CAROLINA

DOCKET NO. 2004-316-C - ORDER NO. 2005-495

OCTOBER 3, 2005

IN RE:	Petition of BellSouth Telecommunications,)	ORDER DENYING
	Inc. to Establish a Generic Docket to Consider)	REHEARING OR
	Amendments to Interconnection Agreements)	RECONSIDERATION
	Resulting from Changes of Law.)	

This matter comes before the Public Service Commission of South Carolina (the Commission) on the Petition for Rehearing or Reconsideration of Order No. 2005-247 filed by NuVox Communications, Inc., Xspedius Management Co. of Charleston, LLC, Xspedius Management Co. of Greenville, LLC, and Xspedius Management Co. of Spartanburg, LLC (collectively the "Joint Petitioners"). Because of the reasoning as discussed below, we deny and dismiss the Petition.

First, the Joint Petitioners allege that Order No. 2005-247 is erroneous as a matter of law because it amends existing interconnection agreements in a manner other than that agreed to by the parties and required by federal law. This is not a new argument. It was raised by the Joint Petitioners prior to issuance of Order No. 2005-247, and indeed, it was addressed in that Order at 5, where we stated that "we agree with the New York Commission, which stated that 'Paragraph 233 must be read together with the FCC directives that UNE-P obligations for new customers are eliminated as of March 11,

PAGE 2

2005." Thus, the right to assert contractual obligations must be read congruently with one of the overall goals of the *TRRO*, which was that certain classes of UNEs were no longer to be made available after March 11, 2005, at TELRIC prices." We further stated that "the FCC has the authority to make its [TRRO] order effective immediately regardless of the contents of particular interconnection agreements" and that "the FCC may undo the effects of its own prior decisions, which have been vacated by the Federal Courts on several occasions." These statements are well-founded in law and are consistent with the decisions of various federal courts and other State Commissions. Therefore, the first ground of the Petition is without merit.

Second, the Joint Petitioners also restate their arguments that the Abeyance Agreement exempts them from the Commission's Order. Once again, we addressed this argument in Order No. 2005-247 wherein we stated: "[t]he Abeyance Agreement simply provides that the parties will continue to operate under their current Commission-approved interconnection agreements until they move into a new agreement (either via negotiated agreement or via arbitration pursuant to a subsequent petition for arbitration of a new interconnection agreement.)" Order No. 2005-247 at 9. As we noted in our Order, "[t]he Agreement says nothing of changes of law that might be mandated by the FCC in the TRRO." Id. We further noted that the Joint Petitioners "argue that BellSouth essentially gave up the right to implement [the new rules the FCC adopted in its TRRO] for the current Agreement even before any party knew what those rules would contain."

Id. However, we rejected that argument "because it impermissibly leads to unreasonable

results." <u>Id.</u> We see no reason to revisit our decision with regard to the Abeyance Agreement.

Because of this reasoning, we deny and dismiss the Petition. This Order shall remain in full force and effect until further Order of the Commission.

BY ORDER OF THE COMMISSION:

Randy Mitchell, Chairmar

ATTEST:

G. O'Neal Hamilton, Vice-Chairman

(SEAL)

IN THE UNITED STATES DISTRICT COURT FOR THE DISTRICT OF SOUTH CAROLINA COLUMBIA DIVISION

NUVOX	COMMUNICATIONS.	INC
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and

XSPEDIUS COMMUNICATIONS, LLC,

Plaintiffs,

v.

PUBLIC SERVICE COMMISSION OF SOUTH CAROLINA, and RANDY MITCHELL, G. O'NEAL HAMILTON, JOHN E. HOWARD, DAVID A. WRIGHT, ELIZABETH B. FLEMING, MIGNON L. CLYBURN, and C. ROBERT MOSELY, in their official capacities as Commissioners of the Public Service Commission of South Carolina, and BELLSOUTH TELECOMMUNICATIONS, INC.,

Defendants.

Case 05-cv-____

Plaintiffs' Responses to Rule 26.01 Interrogatories

Plaintiffs hereby provide their responses to the Rule 26.01 Interrogatories as follows:

A. State the full name, address and telephone number of all persons or legal entities who may have a subrogation interest in each claim and state the basis and extent of said interest.

Response: N/A

B. As to each claim, state whether it should be tried jury or non-jury and why.

Response: Non-jury. This case seeks review of a South Carolina Public Service Commission ruling.

C. State whether the party submitting these responses is a publicly owned company and separately identify: (1) each publicly owned company of which it is a parent, subsidiary, partner